

State of California

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Legislative Change No.

10-6

Bill Number: AB 2177 Author: Beall Chapter Number: 10-136

Laws Affecting Franchise Tax Board: Section 18416.5 of the Revenue and Taxation Code

Date Filed with the Secretary of State: August 13, 2010

SUBJECT: Allow Electronic Communication To Taxpayers To Inform Of Tax Change

Assembly Bill 2177 (Beall), as enacted on August 13, 2010, made the following changes to laws impacting the Franchise Tax Board:

Section 18416.5 of the Revenue and Taxation Code is added.

This act authorizes the Franchise Tax Board (FTB), by regulation, to implement an alternative communication method that, at the request of a taxpayer or the taxpayer's authorized representative, allows specified electronic communications between the FTB and the taxpayer. The act requires the FTB to advise the taxpayer or the taxpayer's authorized representative of the ramifications of electing to receive notifications from the FTB in the manner selected and of failing to take appropriate action in response to those notifications prior to the use of the alternative communication method.

This act requires the FTB to ensure procedural due process requirements are satisfied in the implementation of the alternative communication method.

The act is repealed by its own provisions as of January 1, 2018.

This act will be effective on January 1, 2011, and operative upon publication of FTB regulations.

This act will not require any reports by the department to the Legislature.

Assistant Bureau Director

Date

Patrice Gau Johnson

08/27/10